

What is Claimed is:

1. A method comprising:

holding a financial instrument of a first organization in a passive vehicle;
providing, by a second organization, capital to the first organization as

5 evidenced by a promissory note secured by the financial instrument; and

receiving, by the second organization, a right and/or a benefit that the
passive vehicle receives with respect to the financial instrument as repayment of the
promissory note.

10 2. The method of claim 1, wherein the passive vehicle holds the financial
instrument on behalf of the first organization and the second organization.

3. The method of claim 1, wherein the right and/or the benefit includes
canceling the financial instrument.

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4. The method of claim 1, wherein the right and/or the benefit includes
distributing all assets contained within the passive vehicle.

5. The method of claim 1, wherein the right and/or the benefit includes
20 transferring a right and/or a benefit from the financial instrument at any time.

6. The method of claim 1, wherein the right and/or the benefit includes a call
option to acquire the financial instrument from the passive vehicle.

7. The method of claim 1, wherein the first organization is a non-profit organization.

5 8. The method of claim 1, wherein the second organization includes a lender.

9. The method of claim 1, wherein the financial instrument includes one or more insurance policies.

10 10. The method of claim 9, wherein the one or more insurance policies insures the lives of a plurality of individuals associated with the first organization.

11. The method of claim 10, wherein the plurality of individuals are selected consistent with an actuarial matrix.

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12. The method of claim 11, wherein the first organization is solely responsible for the premiums of the one or more insurance policies.

13. The method of claim 9, wherein the one or more insurance policies is
20 structured as a single premium modified endowment contract.

14. The method of claim 1, wherein the financial instrument includes variable universal life insurance.

15. The method of claim 1, wherein the passive vehicle includes a trust.

16. The method of claim 1, wherein the passive vehicle includes a Qualifying
5 Special Purpose Entity.

17. The method of claim 1, wherein the second organization, upon the transfer
of the financial instrument by the first organization to the passive vehicle, has an
investment classified as an “available for sale investment” under FASB 140 at the full
10 purchase price of the second organization.

18. A method comprising:
taking out one or more policies insuring the lives of a plurality of
individuals associated with a non-profit organization;

15 receiving funds as evidenced by a promissory note secured by the one or
more policies; and

repaying the promissory note by transferring one or more benefits and/or
rights from the one or more policies.

20 19. A method comprising:
taking out life insurance on insurable interests of a first organization and
naming the first organization as beneficiary of the life insurance;

raisings funds for the first organization by at least borrowing funds from a second organization as evidenced by a promissory note secured by the life insurance; and transferring one or more rights and/or benefits from the life insurance on the insurable interests to the second organization.

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20. A method comprising:

taking out a financial instrument on insurable interests of a first organization and naming the first organization as beneficiary of the financial instrument;

10 providing, by a second organization, capital to the first organization as evidenced by a promissory note secured by the financial instrument;

transferring the financial instrument of the first organization into a passive vehicle for the benefit of the first organization and the second organization; and

15 receiving, by the second organization, a right and/or a benefit that the passive vehicle receives with respect to the financial instrument as repayment of the promissory note.

21. The method of claim 20, further comprising

providing a call option to the second organization to acquire the financial instrument from the passive vehicle.

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22. The method of claim 20, wherein the first organization is solely responsible for the premiums of the financial instrument.

23. The method of claim 20, wherein the passive vehicle is a Qualifying
Special Purpose Entity.

24. The method of claim 20, wherein the second organization, upon the
5 transfer of the financial instrument by the first organization to the passive vehicle, has an
investment classified as an “available for sale investment” under FASB 140.